

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN ELECTRONIC EXAMINATION BY THE)	
PUBLIC SERVICE COMMISSION OF THE)	
ENVIRONMENTAL SURCHARGE MECHANISM)	
OF EAST KENTUCKY POWER)	CASE NO.
COOPERATIVE, INC. FOR THE TWO-YEAR)	2019-00380
EXPENSE PERIOD ENDING MAY 31, 2019,)	
AND THE PASS-THROUGH MECHANISM OF)	
ITS SIXTEEN MEMBER DISTRIBUTION)	
COOPERATIVES)	

ORDER

On May 6, 2020, the Commission entered a final Order in this matter that, *inter alia*, approved the calculations and pass-through of environmental surcharge expenses during the two-year review period. On May 19, 2020, East Kentucky Power Cooperative, Inc. (EKPC) on behalf of its member cooperatives Inter-County Energy Cooperative Corp. (Inter-County), Nolin RECC (Nolin), and Shelby Energy Cooperative (Shelby), filed a petition for rehearing pursuant to KRS 278.400, stating that the May 6, 2020 Order failed to address the requests of Inter-County, Nolin, and Shelby to revise their respective pass-through mechanisms to pass-through environmental surcharge amounts billed by EKPC for Rate B, C, and special contract customers directly on to those customers before the surcharge pass-through factor is determined.

After considering EKPC's petition for rehearing, and being otherwise sufficiently advised, the Commission finds that the petition should be granted.

EKPC provided support for Inter-County's, Nolin's, and Shelby's requests with its testimony, which shows that the current method results in subsidization of industrial customers, which would be corrected by the proposed revisions to the pass-through mechanism. EKPC also provided revised reporting formats and tariff sheets to reflect the revised pass-through mechanism. Fleming-Mason Energy Cooperative and Owen Electric Cooperative were authorized to use this revised method in Case No. 2009-00039.¹

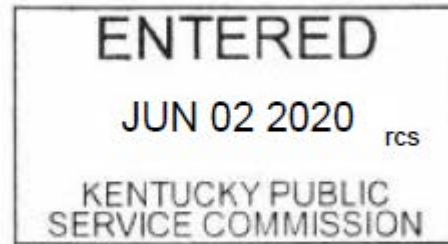
Having reviewed the record and being otherwise sufficiently advised, the Commission finds that Inter-County's, Nolin's, and Shelby's requests to revise their respective pass-through mechanisms, reporting formats, and tariffs should be granted.

IT IS THEREFORE ORDERED, that:

1. EKPC's petition for rehearing is granted.
2. Inter-County, Nolin, and Shelby's request to revise their pass-through mechanisms, reporting formats, and tariffs, as described above, is granted.
3. Within 20 days from the date of entry of this Order, Inter-County, Nolin, and Shelby shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets as approved in this Order and reflect that they were approved pursuant to this Order.
4. All other provisions of the Commission's May 6, 2020 Order not in conflict with this Order shall remain in full force and effect.
5. This case is closed and removed from the Commission's docket.

¹ Case No. 2009-00039, *An Examination by the Public Service Commission of the Environmental Surcharge Mechanism of East Kentucky Power Cooperative, Inc. for the Six-Month Billing Periods Ending December 31, 2007; June 30, 2008; and December 31, 2008; and the Pass-Through Mechanism for Its Sixteen Member Distribution Cooperatives* (Ky. PSC Nov. 6, 2009).

By the Commission



ATTEST:

A handwritten signature in blue ink, consisting of stylized initials and a surname, positioned above a horizontal line.

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